



Los Angeles County  
Board of Supervisors

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January 24, 2023

The Honorable Board of Supervisors  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, California 90012

Dear Supervisors:

Christina R. Ghaly, M.D.  
Director

Hal F. Yee, Jr., M.D., Ph.D.  
Chief Deputy Director, Clinical Affairs

Nina J. Park, M.D.  
Chief Deputy Director, Population Health

Elizabeth M. Jacobi, J.D.  
Administrative Deputy

**REQUEST TO ACCEPT COMPROMISE OFFERS OF SETTLEMENT  
FOR PATIENTS SEEN UNDER THE  
TRAUMA CENTER SERVICE AGREEMENT  
(ALL SUPERVISORIAL DISTRICTS)  
(3 VOTES)**

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**SUBJECT**

To request Board approval for the Director of Health Services (DHS), or designee, to accept compromise offers of settlement for patients who received medical care at either County facilities and/or at non-County operated facilities under the Trauma Center Service Agreement. The compromise offers of settlement referenced below are not within the Director's authority to accept.

**IT IS RECOMMENDED THAT THE BOARD:**

Authorize the Director of Health Services (Director), or designee, to accept the attached compromise offers of settlement, pursuant to Section 1473 of the Health and Safety Code, for the following individual accounts:

Patients who received medical care at County facilities:

- Harbor UCLA Medical Center – Account Number 101905917 in the amount of \$2,000.00 – (Attachment I).
- LAC+USC Medical Center – Account Number 101039717 in the amount of \$7,500.00 – (Attachment II).

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patients and our  
communities by  
providing extraordinary  
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### **PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION**

Patients who received medical care at County facilities: The compromise offer of settlement for these patient accounts is recommended because the patients are unable to pay the full amount of charges and the compromise offers represent the maximum amount the Department of Health Services (DHS) was able to negotiate or was offered.

It is in the best interest of the County to approve the acceptance of these compromise offers, as it will enable the DHS to maximize net revenue on these accounts.

### **Implementation of Strategic Plan Goals**

The recommended actions will support Strategy III.3 “Pursue for Operational Effectiveness, Fiscal Responsibility, and Accountability” of the County’s Strategic Plan.

### **FISCAL IMPACT/FINANCING**

The approval will recover revenue totaling \$9,500.00 in charges.

### **FACTS AND PROVISIONS/LEGAL REQUIREMENTS**

Under County Code Chapter Section 2.76.046, the Director, or designee, has the authority to reduce patient account liabilities by the greater of i) \$15,000, or ii) \$75,000 or 50 percent of the account balance, whichever is less. Any reduction exceeding the Director’s, or designee’s, authority requires Board approval.

On January 15, 2002, the Board adopted an ordinance granting the Director, or designee, authority to compromise or reduce patient account liabilities when it is in the best interest of the County to do so.

On November 1, 2005, the Board approved a revised ordinance granting the Director, or designee, authority to reduce, on an account specific basis, the amount of any liability owed to the County which relates to medical care provided by third parties for which the County is contractually obligated to pay and related to which the County has subrogation or reimbursement rights. The revised ordinance was adopted by the Board on December 8, 2005.

### **IMPACT ON CURRENT SERVICES (OR PROJECTS)**

Maximizing net revenues on patients who received medical care at County facilities will help DHS meet its budgeted revenue amounts.

The Honorable Board of Supervisors

1/24/2023

Page 3

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Christina R. Ghaly".

Christina R. Ghaly, M.D.

Director

CRG:RS:VP

Enclosures

c: Chief Executive Office  
County Counsel  
Executive Office, Board of Supervisors

**DATA FOR COMPROMISE SETTLEMENT**

COUNTY OF LOS ANGELES – DEPARTMENT OF HEALTH SERVICES  
TRANSMITTAL 23-01-A

Amount of Aid	\$178,562.06	Account Number	101905917
Amount Paid	\$0.00	Name	Adult Male
Balance Due	\$178,562.06	Service Date	10/17/20 – 11/12/20
Compromise Amount Offered	\$2,000.00	Facility	Harbor UCLA Medical Center
Amount to be Written Off	\$176,562.06	Service Type	Inpatient

**JUSTIFICATION**

The patient was treated at Harbor UCLA Medical Center at a total cost of \$178,562.06. The patient has a total of \$283,056.33 in medical bills and attorney fees.

The attorney has settled the case in the amount of \$15,000.00. Due to the low recovery and the insufficient funds to fully satisfy all liens and fees the attorney proposes the following disbursement:

<b>Disbursements</b>	<b>Total Claim</b>	<b>Proposed Settlement</b>	<b>Percent of Settlement</b>
Attorney Fees	\$5,000.00	\$5,000.00	33.33%
Attorney Cost	\$513.11	\$513.11	3.42%
Other lien holders	\$98,981.16	\$6,486.89	43.25%
Los Angeles Department of Health Services (Harbor UCLA MC)	\$178,562.06	\$2,000.00	13.33%
Net to Client (Heirs)	\$0.00	\$1,000.00	6.67%
<b>Total</b>	<b>\$283,056.33</b>	<b>\$15,000.00</b>	<b>100.00%</b>

**DATA FOR COMPROMISE SETTLEMENT**

COUNTY OF LOS ANGELES – DEPARTMENT OF HEALTH SERVICES  
TRANSMITTAL 23-01-B

Amount of Aid	\$50,159.00	Account Number	101039717
Amount Paid	0.00	Name	Adult Male
Balance Due	\$50,159.00	Service Date	07/05/17 – 08/03/20
Compromise Amount Offered	\$7,500.00	Facility	LAC+USC Medical Center
Amount to be Written Off	\$42,659.00	Service Type	Inpatient

**JUSTIFICATION**

The patient was treated at LAC+USC Medical Center at a total cost of \$50,159.00. The patient has a total of \$72,006.45 in medical bills and attorney fees.

The attorney has settled the case in the amount of \$40,000.00. Due to the low recovery and the insufficient funds to fully satisfy all liens and fees the attorney proposes the following disbursement:

<b>Disbursements</b>	<b>Total Claim</b>	<b>Proposed Settlement</b>	<b>Percent of Settlement</b>
Attorney Fees	\$16,000.00	\$16,000.00	40.00%
Attorney Cost	\$2,873.20	\$2,873.20	7.18%
Other lien holders	\$2,974.25	\$826.74	2.07%
Los Angeles Department of Health Services (LAC+USC MC)	\$50,159.00	\$7,500.00	18.75%
Net to Client (Heirs)	\$0.00	\$12,800.06	32.00%
<b>Total</b>	<b>\$72,006.45</b>	<b>\$40,000.00</b>	<b>100.00%</b>